RAILROAD COMMISSION OF TEXAS HEARINGS DIVISION

OIL AND GAS DOCKET NO. 08-0277865

IN THE SPRABERRY (TREND AREA) FIELD, ANDREWS COUNTY, TEXAS

FINAL ORDER
APPROVING THE APPLICATION OF DIAMONDBACK E&P LLC
FOR EXCEPTION TO STATEWIDE RULE 32 FOR THE
UL II 14 LEASE TANK BATTERY
SPRABERRY (TREND AREA) FIELD
ANDREWS COUNTY, TEXAS

The Commission finds that after statutory notice in the above-numbered docket heard on September 14, 2012, the presiding examiners have made and filed a report and recommendation containing findings of fact and conclusions of law, for which service was not required; that the proposed application is in compliance with all statutory requirements; and that this proceeding was duly submitted to the Railroad Commission of Texas at conference held in its offices in Austin, Texas.

The Commission, after review and due consideration of the examiners' report and proposal for decision, the findings of fact and conclusions of law contained therein, and any exceptions and replies thereto, hereby adopts as its own the findings of fact and conclusions of law contained therein, and incorporates said findings of fact and conclusions of law as if fully set out and separately stated herein.

Therefore, it is **ORDERED** by the Railroad Commission of Texas that Diamondback E&P, LLC is hereby granted an exception to Statewide Rule 32 for the tank battery associated with the UL II 14 Lease, Well Nos. 8 (API No. 42-003-43912) and 15 (API No. 42-003-41801), in the Spraberry (Trend Area) Field, Andrews County, Texas. Reference to Well Nos. 8 and 15 is for identification purposes only. Diamondback E&P, LLC is authorized to flare up to 79 thousand cubic feet ("MCF") of casing-head gas per day from the tank battery from August 07, 2012 through August 06, 2013, regardless of the number of wells connected to the tank battery. The authority is granted, provided all production is reported on the appropriate Commission forms.

The operator shall file the Statewide Rule 32 Exception Data Sheet and, shall file at the same time, the appropriate Commission required administrative Statewide Rule 32 Exception gas flaring fee.

Done this 6th day of November, 2012.

RAILROAD COMMISSION OF TEXAS

(Order approved and signatures affixed by Hearings Divisions' Unprotested Master Order dated November 6, 2012)